^{111TH CONGRESS} 2D SESSION H.R. 5868

To amend the Outer Continental Shelf Lands Act to establish conditions for the issuance of oil and gas leases under that Act to prevent discharges of oil in operations under such leases, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 27, 2010

Mr. HALL of New York introduced the following bill; which was referred to the Committee on Natural Resources

A BILL

- To amend the Outer Continental Shelf Lands Act to establish conditions for the issuance of oil and gas leases under that Act to prevent discharges of oil in operations under such leases, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Safe Drill Act of 5 2010".

- 6 SEC. 2. FINDINGS.
- 7 The Congress finds the following:

1	(1) The April 20, 2010, explosion and sinking
2	of the mobile offshore drilling unit Deepwater Hori-
3	zon resulted in the largest discharge of petroleum in
4	the history of the United States.
5	(2) The disaster has cost the Nation tens of bil-
6	lions of dollars in economic damages and widespread
7	devastation of natural resources.
8	(3) For more than three months, tens of thou-
9	sands of barrels of oil have been discharged into the
10	Gulf of Mexico by the Deepwater Horizon oil spill.
11	(4) Evidence shows that the use of acoustic
12	switches and blowout preventers can greatly reduce
13	the chance of an uncontrolled oil spill.
14	(5) BP p.l.c. has already spent more than
15	\$4,000,000,000 in direct response to the Deepwater
16	Horizon oil spill.
17	(6) The total cost of the Deepwater Horizon oil
18	spill will likely soar past the \$20,000,000,000 claims
19	fund established by BP p.l.c. for the Deepwater Ho-
20	rizon oil spill.
21	(7) Acoustic switches cost approximately
22	\$500,000 per oil well.

SHORE OIL AND GAS LEASES.

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3 Section 8(d) of the Outer Continental Shelf Lands
4 Act (43 U.S.C. 1337(d)) is amended by inserting "(1)"
5 after "(d)", and by adding at the end the following new
6 paragraph:

7 "(2) The Secretary shall require, as a condition and
8 term of any oil and gas lease under this section, that the
9 lessee certify that the lessee will—

"(A) use the best available technology for all
operations under the lease, including acoustic sensors; and

"(B) adopt and implement a comprehensive
plan to respond to and clean up any discharge of oil
occurring in operation under the lease.".

16 SEC. 4. REQUIREMENTS FOR EXISTING OFFSHORE OIL AND

17 GAS LEASES.

18 (a) Best Available Technology.—

(1) CERTIFICATION REQUIREMENT.—The Secretary of the Interior shall require that each person
that on the date of the enactment of this Act holds
an oil and gas lease issued under the Outer Continental Shelf Lands Act (43 U.S.C. 1331 et seq.)
must certify, by not later than 6 months after the
date of enactment of this Act, that they use the best

1	available technology in all operations under the
2	lease.
3	(2) TERMINATION OF OPERATIONS.—The Sec-
4	retary—
5	(A) may order such a person to suspend
6	operations if the person has not made the cer-
7	tification required under paragraph (1) by not
8	later than 6 months after the date of enactment
9	of this Act; and
10	(B) shall cancel the lease if the person has
11	not made the certification required under para-
12	graph (1) by not later than 18 months after the
13	date of enactment of this Act.
14	(b) Comprehensive Response Plan.—
15	(1) CERTIFICATION REQUIREMENT.—The Sec-
16	retary of the Interior shall require that each person
17	that on the date of the enactment of this Act holds
18	an oil and gas lease issued under the Outer Conti-
19	nental Shelf Lands Act (43 U.S.C. 1331 et seq.)
20	must certify, by not later than 6 months after the
21	date of enactment of this Act, that they have adopt-
22	ed and implemented a comprehensive plan to re-
23	spond to and clean up any discharge of oil occurring
24	in operation under the lease.

1	(2) TERMINATION OF OPERATIONS.—The Sec-
2	retary—
3	(A) may order such a person to suspend
4	operations if the person has not made the cer-
5	tification required under paragraph (1) by not
6	later than 6 months after the date of enactment
7	of this Act; and
8	(B) shall cancel the lease if the person has
9	not made the certification required under para-
10	graph (1) by not later than 18 months after the
11	date of enactment of this Act.
12	SEC. 5. REVIEW OF BLOWOUT PREVENTERS, EMERGENCY
13	SHUTOFF SYSTEMS, AND OTHER OIL DIS-
13 14	SHUTOFF SYSTEMS, AND OTHER OIL DIS- CHARGE PREVENTION TECHNOLOGY.
14	CHARGE PREVENTION TECHNOLOGY.
14 15 16	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands
14 15 16 17	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands Act (43 U.S.C. 1334(b)) is amended by inserting "(1)"
14 15 16 17	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands Act (43 U.S.C. 1334(b)) is amended by inserting "(1)" after "(b)", and by adding at the end the following new
14 15 16 17 18	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands Act (43 U.S.C. 1334(b)) is amended by inserting "(1)" after "(b)", and by adding at the end the following new paragraph:
14 15 16 17 18 19	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands Act (43 U.S.C. 1334(b)) is amended by inserting "(1)" after "(b)", and by adding at the end the following new paragraph: "(2) The Secretary of the Interior shall—
 14 15 16 17 18 19 20 	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands Act (43 U.S.C. 1334(b)) is amended by inserting "(1)" after "(b)", and by adding at the end the following new paragraph: "(2) The Secretary of the Interior shall— "(A) to review blowout preventers, emergency
 14 15 16 17 18 19 20 21 	CHARGE PREVENTION TECHNOLOGY. Section 5(b) of the Outer Continental Shelf Lands Act (43 U.S.C. 1334(b)) is amended by inserting "(1)" after "(b)", and by adding at the end the following new paragraph: "(2) The Secretary of the Interior shall— "(A) to review blowout preventers, emergency shutoff systems, and other oil discharge prevention

"(B) revise regulations under this Act gov erning the use of such technology as necessary based
 on that review.".